

CONMISSION SECRETARIAT

2004 DEC -8 P 3:32

12/1/2004

SENSITIVE

FEDERAL ELECTION
GONTHISSION
OFFICE OF GENERAL
COUNSEL

Dear Mr. Norton:

My company, NGP Software, Inc., (www.ngpsoftware.com) is a corporation that provides clients with political and reporting software, database design, websites, online contribution processing, and other consulting services. On June 10, 2004, I requested an Advisory Opinion concerning the legality of a proposed upgrade to the software my company sells. This proposed upgrade would have allowed a user to see, through the software, what one of their donors (or prospective donors) has given to other candidates, PACs, and party organizations. This data would have been gathered from sources on the FEC's website.

MUR# 5625

In the Advisory Opinion, (AO 2004-24), the Commission concluded — that the "proposed sale or inclusion of information about contributors (other than information about political committees that are contributors) obtained from the FEC's public records ... would be prohibited under the Act's restriction on the sale or use of such contributor information." NGP Software did not implement the proposed upgrade to the software, based on the AO.

Another campaign software firm, Aristotle International, Inc., (www.aristotle.com) offers and advertises this prohibited service. As evidence of this, I offer marketing materials that have been available on Aristotle's website, and emails that our customers have been sent by Aristotle.

In Exhibit 1, on Page 2, Aristotle offers a screenshot of this feature. Despite the fact that it is a fictitious donor, it very clearly illustrates the functionality. It is displaying an individual (John Doe) and contributions that have been given to both federal and state candidates. The caption on the side indicates a user can "never again leave money on the table by asking for too little, or the wrong amount, from a qualified prospect." This demonstrates that they are displaying historical contribution data for individual donors, pulled from FEC data sources, as prohibited by the Act, and as spelled out in AO 2004-24.

In Exhibit 2, bullet point 1, they again illustrate their intent with this feature. They tout the ability of their product to tell you "how much your contributors and supporters have given to other state candidates, PACs and party organizations." Again, this is a clear violation of the Act, for the same reasons spelled out above.

In Exhibit 3, page 2, bullet point 5, they detail the same feature. This time, they indicate that the feature is "not available with NGP or any other software program." That is true because it would be a violation of the Act to provide such a service.

In Exhibit 4, they offer the same details as Exhibit 3, but go one step further. They cite AO 2004-24, demonstrating that they are aware of the prohibition on the sale or use of individual contributor data, especially for explicit fundraising purposes, but have chosen to ignore it.

NGP Software performed its due diligence, and sought advice as to the legality of this use of FEC data. The Commission said it was prohibited, and we have accepted that decision. We respectfully request the Commission act promptly to protect the privacy of individual donors reported to the FEC, by putting a halt to Aristotle's practices, and take appropriate action against them for their blatant disregard of the Commission's rulings.

Sincerely,

Nathaniel Pearlman

**President** 

NGP Software, Inc.

Notary Public District of Columbia CHARLES HELLER My Commission Expires: Sept 30, 2008

Subscribed and sworn before me this & ~ day of deep of deep control of deep co

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## ARISTOTLE

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Reasons

Why



Campaigns

Choose

Campaign

Manager 5

## Reason #1:

## Raise More Money.

Only Composition Districtor to hits a scannies softwarfage to mile and of security compared on the combosition.

Raise more money with Campaign Manader 5.



## Reason #2:

# Information is Power.

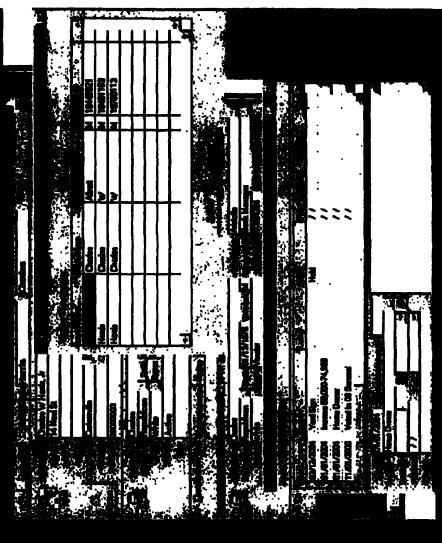
Campaign Manager 5 integrates information from the highly accurate Aristotle US Registered Voter File. This tells you the birthday, phone number party ID, or demographics of records in your database instantly.

Updated monthly by the Post Office bad addresses are a thing of the past.

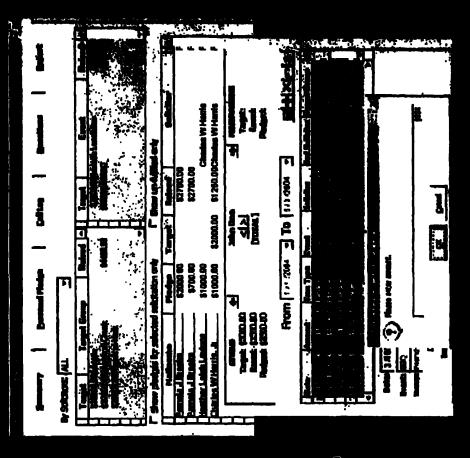
Now your software and voter file are working together.

A complete solution.

One click access to informate in the the US Voter File.



### Sticking to the Plan. Reason #3:



## Reason #4:

# Pre-approved for Credit Cards.

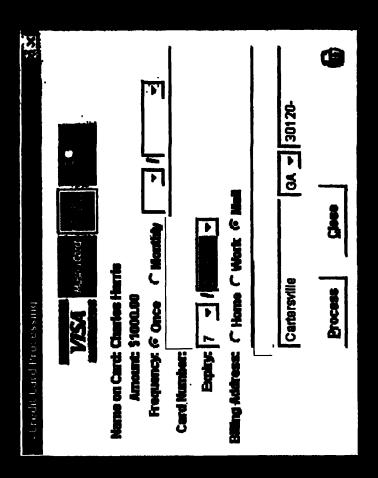
Campaign Manager 5 is the only FEO-opproved software program pre-approved to accept American Express, MasterCard, Discover & Visa contributions.

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Distinct over the pacing in the aids or at events.

Then put your contributors on a menthly quing plan to increase your war chest predictably.

There is no better way to insure there's money in the bunk for the final push.



## Reason #5:

# 100% Compliance Guaranteed.

instotle is the only company to back it's products with a 100"; compliance guarantee.

Friendy customer support is always available, to liftee, 24 Hours a day, 7 days a week.

One phone call gots yett an immediate answer from a real porson knowledgeable in State and Federal reporting.

inat's why our customer service is rated #1 by campaigns. PAC's and grassroots groups.



## 5 Reasons Campaigns Choose Campaign Manager 5.

- 1. Raise More Money.
- 2. Information is Power.
- 3. Sticking to the Plan.
- Pre-Approved for American Express, MasterCard, Visa and Discover Contributions.
- 5. 100% Guaranteed.



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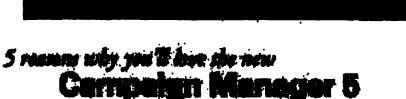
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**Shortout** To

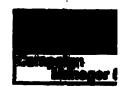
Home







Only Campaign Manager 5 instantly tells you how much your contributors and supporters have given to other state candidates, PACs or party organizations. This ensures you are not leaving money on the table when soliciting a contribution. Campaign Hanager 5 helps you avoid the mistake of asking for \$250 from a donor who gives \$1,000 to others.





All of your contacts are cross-referenced to

Aristotie's enhanced US registered voter file.

Pull up the name of any of your contacts, and you'll also get important details such as telephone number, address corrections from the post office, names of spouse or family members, party ID and vote history. This saves you thousands of dollars and many hours by keeping your database up-to-date with the most accurate information available in Aristotle's nationwide voter file.



Campaign Manager 5 gives your organization the shifty to instantly accept and process unlimited MasterCard, Visa, American Express or Discover centributions without the credit checks, personal guarantees, marchant accounts or monthly fees. If you use you own credit card company accounts, Campaign Manager 5 will record and report the contributions accurately.



Fundraising, Pledge, and Event Tracking gives you a professional fundraising operation, showing exactly how much was promised, and who has delivered. Powerful predictive fundraising helps your finance team meet their goals. Integrated Web Fundraising with Affiliate Marketing (like Amezon.com) brings in contributions from like-minded supporters from out-of-state.

Unconditional compliance Guarantee. Aristotle's Campaign Manager 5 is the only software

### Exhibit 2 p2



program for campaigns and PACs that comes with a 199% Unconditional Guarantee of Compliance with all state and federal compaign finance distingues leve. Skilled, professional tell-free telephone-support is always available 24 hours a day 7 days a week.

For more information about this exciting new software release, Campaign Manager 5, please contact your Aristotle Sales Representative at 800-296-2747.

**Ethnor Polloy** © 2004 Adjutable translational, Inc. All rights secowed.

### Exhibit 3 p1

### Louis Levino

From: Sent: To:

Monday, November 98, 2004 1:38 PM

FW: Cartipalign Manager 5 Special, Pay Nothing for 1 Year

From:
Sent: Monday. Howanner US, 2004 1:02 PM
To:
Subject: Fwd: Campaign Manager 5 Special, Pay Nothing for 1 Year

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Ment with SnapperMail

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Www.snapperwail.com

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T.... Forwarded Massage .....

(From: \*Aristotle\* <vourNewsCaristotle.com>
(Fo:
CPate: Nom, US Nov 2004 12:50:14 -0500

"Subj: Campaign Manager 5 Special, Pay Nothing for 1 Year

Thinking of switching from NGF to Aristotle? Now is the time to do it.

Between now and December 31st, you can upgrade from MEP to Aristotle's Campaign Manager 5 and pay nothing for one year.

### This special includes:

- \* No down payment and no payments for one year (\$500/month thereafter).
- \* A 24-month license to Campaign Namager Web-Powered Software.
- \* Free conversion of your data from MGP to Aristotle.
- \* Free access to the complete enhanced registered voter file for your state.
- \* Free access to enhanced and cleaned FEC contributor data back to 1992.
- \* Free access to the contributor data for contributors to state candidates in 18 states.
- \* Free lookups to the voter and contributor files from within Campaign Hanager.
- Free Toll-Free technical support 24/7
- Free training at your organization's location.
- \* Free training at Aristotle's next Washington, DC training event on December 9th
- Immediately accept Amex, MasterCard and Visa contributions at your web site - no paperwork or bank guarantees involved.
- \* Free Database Clean-up: We'll update your database with Fast Forward, the USPS certified Change-of-Address program to update addresses, add sip-plus-four and carrier route, and address standardisation.

### Top 6 Reasons NGP Users are Switching to Aristotle:

1.Faster Support. Only Aristotle offers instant access toll-free telephone support 24 hours a day, 7 days a week.

### Exhibit 3 p2

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- 2.Smarter Support. Only Aristotle employs FEC Compliance Experts who have worked at the FEC.
- 3.7EC Compliance Guarantee. Only Aristotle offers a lifetime guarantee of FEC compliance. Campaign Manager is constantly updated as compliance rules change.
- 4. Professional Manual. All new, professionally written Campaign Manager namual with easy-to-use, step-by-step instructions.
- 5.Smarter Fundraising. Only Campaign Manager talls you how much your contributors have given to other candidates, PAPS and parties. Not available with NGP or any other software program.
- 6. Unbeatable Offer. Switch now and make no payments for 12 months,

(Mour campaign made the decision to switch from MGP to Aristotle because MGF reliability issues and glitches in MGP's program. Aristotle's Ufampaign Manager program is more intuitive, easier to learn and is recompanied by a professional user manual. Aristotle's customer servic



### ARISTOTLE

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### Alert: Federal Election Commission Advisory Adopts Aristotle Position; NGP Request Unanimously Rejected

(Meshington, DC August 12, 2004) in a striking 5-0 vote, the Federal Election Commission rejected a request by software seller NGP for permission to include FEC individual contributor data for purposes not permitted under the law, agreeing unanimously with Aristotle International's concern about liegal political activity that would put compalign committees on the wrong side of the law and at grave risk of serious penalties. The commissioners also deleted confusing draft language about which Aristotle had raised concerns.

NGP had sought the commission's approval to circumvent current law by a method that would "sort and organize" FEC data into a client's database "based on the client's needs," including for the expressed purpose of "soliciting contributions." NGP elso asked if it might provide data to its customers, "regardless of intended use." Arisibile expressed the view that the proposed NGP scheme violated current law and should be rejected. The FEC agreed unanimously.